

MARCH 2001 TAX FACTS

SUMMARY OF GENERAL FUND REVENUES

	<u>March 2001</u>	Fiscal Year <u>Total</u>
Individual Income Tax		
Net Collections	(\$35,083,725)	\$1,341,371,311
Percent Change	N/A	(2.5%)
Corporate Income Tax		
Net Collections	\$28,690,041	\$352,545,713
Percent Change	1.0%	20.2%
Transaction Privilege, Severance & Use Taxes		
Net Collections	\$232,107,424	\$2,216,941,098
Change	(0.6%)	6.4%
Total Big Three Tax Types		
Net Collections	\$225,713,740	\$3,910,858,122
Percent Change	(23.9%)	4.2%

TAX FACTS

March 2001

INDIVIDUAL INCOME TAX

Individual Income Tax Receipts

	March 2001	March 2000	% Change
Gross Collections	\$22,269,973	\$28,175,439	(21.0%)
Withholding	196,813,767	200,877,280	(2.0%)
Refunds	(221,129,745)	(162,810,295)	35.8%
Urban Revenue Sharing	(33,037,720)	(31,475,916)	5.0%
Net Collections	(\$35,083,725)	\$34,766,507	N/A
	Fiscal Year Total (00/01)	Fiscal Year Total (99/00)	% Change
Gross Collections	\$325,376,255	\$325,256,297	0.0%
Withholding	1,776,010,827	1,695,622,999	4.7%
Refunds	(462,676,292)	(362,101,804)	27.8%
Urban Revenue Sharing	(297,339,480)	(283,283,242)	5.0%
Net Collections	\$1,341,371,311	\$1,375,494,250	(2.5%)

Federal Retiree Program & Federal Employees Retirement Contribution Program

Due to the steady decline in refunds as a result of these two programs and the recent payout to the law firm of Bonn, Lusher, Padden & Wilkins representing taxpayers in the FERC program, we will no longer report these refunds separate from regular refunds.

Individual Income Tax Document Count

In calendar year 2000, the following individual income tax returns were filed:

	140X	140	140NR	140PY	140NPR	141	140A	140PTC	140EZ	OTHER	TOTAL
#	38,571	1,334,940	74,284	107,508	57	41,476	332,144	15,867	185,561	1	2,130,409
%	1.8	62.7	3.5	5.0	0.0	1.9	15.6	0.7	8.7	0.0	

In calendar year 2001 the number of returns filed, and processed, are as follows:

	140X	140	140NR	140PY	140NPR	141	140A	140PTC	140EZ	OTHER	TOTAL
#	7,637	528,475	15,204	32,196	2	6,865	171,020	9,369	77,723	0	848,491
%	0.9	62.3	1.8	3.8	0.0	0.8	20.2	1.1	9.2	0.0	

The 848,491 returns filed through March 2001 compares to 615,184 returns filed during the same period of time in 2000 for an annual increase of 37.9%. This count represents multiple tax years. For tax year 2000 filed in 2001, 827,717 returns have been filed, this represents a 37.9% increase from 1999 returns filed in 2000 during the same period of time.

Year-Over-Year Comparison of Resident Taxpayers

Comparisons of Federal Adjusted Gross Income (FAGI) and tax liability growth between two tax years can be made from taxpayers who have filed for both calendar years to be compared and who have indicated the same marital status on the tax returns for both years. The Department of Revenue has received 590,449 returns in calendar year 2001 for tax year 2000 from filers who also have returns on record from calendar year 1999 with the same marital

status. On average, these filers experienced a 5.2% growth in FAGI and a 4.4% increase in tax liability. More specifically, 31.9% of these filers experienced a decrease in tax liability; on average a decrease of 31.9% with a corresponding average decrease in FAGI of 16.3%. Filers showing an increase in tax liability totaled 330,232 or 55.9%, with an average FAGI increase of 20.6% and an average tax liability increase of 34.6%.

Average Individual Income Tax Refund

Beginning with calendar year 2001 taxpayers that opt to file their returns electronically were given the option to direct deposit their refund. The figures shown below for calendar year 2001 include direct deposits.

	Average	Number
2001 CYTD	\$533.57	720,391
2000 CYTD	\$481.42	595,155
% Change	10.8%	21.0%

"New" Filers in Calendar Year 2001

Table 1 attached to this report, presents the number of "new" returns filed in calendar year 2001. "New" returns are for those filers who did not file in the previous calendar year. Therefore, these filers could be new full-year residents of Arizona, or they may be newly required to file an individual income tax return. (The filer may not have earned enough income in the previous year to file, such as a recent graduate just entering the work force.) The table indicates that 104,388 "new" returns have been filed thus far in 2001, representing approximately 122,898 persons, not including dependents. The average Federal Adjusted Gross Income for these 104,388 returns is \$15,584, with an average tax liability of \$192. The right half of this table presents characteristics of the filers represented on the returns. Of all "new" returns, 17.2% had a married filing joint filing status, 5.5% claimed a 65 And Over Exemption and 43.3% claimed dependents.

Individual Income Tax Estimated Payments

Beginning in 1990, individuals are required to make estimated payments to Arizona if their Arizona gross income will exceed \$75,000, in an amount which will represent unpaid tax liability at the end of the taxpayer's tax year. The total estimated payments on the 140ES for tax year 1999 was \$344.6 million, for an average of \$1,684. A total additional \$57.2 million in estimated payments was received as refunds on the 1998 tax returns applied to 1999 estimates, for an average of \$1,712. Estimated payments received through March for tax year 2001 were as follows:

3/01	140ES payment	\$975,742	Cumulative	\$2,667,467
3/00	140ES payment	\$1,199,242	Cumulative	\$1,618,099
	Percent change	(18.6%)		64.9%
3/01	Average payment	\$674	Cumulative	\$864
3/00	Average payment	\$602	Cumulative	\$671
	Percent change	12.0%		28.8%
3/01	Applied refund	\$2,640,728	Cumulative	\$2,858,943
3/00	Applied refund	\$891,982	Cumulative	\$993,720
	Percent change	196.1%		187.7%
Total 3/01		\$3,616,470	Cumulative	\$5,526,409
Total 3/00		\$2,091,225	Cumulative	\$2,611,818
	Percent change	72.9%		111.6%

Withholding

Withholding payments are received from employers and applied towards a specific quarter for the designated year. Information is gathered for 15 months for any given quarter. For example, from September 1998 through December 1999, \$534,654,558 was received for the fourth quarter of 1998. The latest complete quarter (15 months of information has been compiled) is the first quarter of 2000, which shows a growth rate of 14.2% in withholding payments over the first quarter of 1999. Growth in quarters for which information is still being gathered is as follows:

2 nd Quarter 2000	10.7%	4 th Quarter 2000	5.6%
3 rd Quarter 2000	6.5%	1 st Quarter 2001	2.8%

The comparisons made above were against the same number of months of collections in the previous year. In other words, the sixth month of information available for the fourth quarter of 2000 was compared against the sixth month of collections for the fourth quarter of 1999. Current choices for withholding are 0%, 10%, 17%, 20%, 22%, 28% or 32% as the percent of federal taxes to be withheld for state taxes. The 0% option is only available to those individuals who had no liability in the prior tax year and expect no tax liability for the current year.

Property Tax Credits

Arizona allows a refundable property tax credit if you are age 65 or older or if you received Title 16, SSI payments. Additionally, your household income must be below \$3,751 if you live alone, or \$5,501 if you live with another person, to qualify for this credit. The maximum credit is \$502.

	Number	Amount	Average
Calendar Year 2001	8,980	\$2,903,856	\$323.37
Calendar Year 2000	7,734	\$2,508,177	\$324.31
% Change	16.1%	15.8%	0.3%

Clean Elections

As a result of the November 1998 voter approval of the Citizens Clean Elections, Arizona's income taxpayers can make a donation to the Citizens Clean Elections Commission through an income tax check-off or through a voluntary donation. Since the voter approval was not validated by the Federal Elections Commission until mid 1999, the 1998 tax forms did not carry these options. For tax year 1999, filed in 2000 and later, these options are available.

	March 2001	Year to Date
Check Off	\$276,082	\$584,659
Voluntary Donation	\$5,886	\$11,594
Number of Returns	37,750	82,503

Contributions on the Individual Income Tax Return

Through March 2001, individual income tax return filers have made the following contributions:

	Number	Amount	Average
Wildlife	4,071	\$63,674	\$15.64
Child Abuse	5,136	\$76,381	\$14.87
Special Olympics	2,208	\$27,274	\$12.35
Neighbors Helping	1,252	\$15,398	\$12.30
AID to Education	170	\$13,926	\$81.92
Domestic Violence Shelter	3,519	\$49,664	\$14.11
Democratic Party	228	\$4,457	\$19.55
Republican Party	185	\$3,037	\$16.42
Libertarian Party	42	\$770	\$18.33
Reform Party	0	\$0	\$0.00
Green Party	54	\$761	\$14.09
Natural Law	4	\$19	\$4.75

CORPORATE INCOME TAX

Corporate Income Tax Receipts

	March 2001	March 2000	% Change
Gross Collections	\$43,775,996	\$42,028,530	4.2
Refunds	(\$15,085,956)	(\$13,617,076)	10.8
Net Collections	\$28,690,041	\$28,411,494	1.0

	Fiscal Year Total (00/01)	Fiscal Year Total (99/00)	% Change
Gross Collections	\$468,307,619	\$383,915,452	22.0
Refunds	(\$115,761,906)	(\$90,666,602)	27.7
Net Collections	\$352,545,713	\$293,248,850	20.2

Corporate Estimated Payments

Corporations are required to file estimated tax payments throughout the year only if (1) their Arizona tax liability exceeds \$1,000 and (2) they are required to file federal estimated tax payments.

March 2001	\$32,413,102	Calendar Year Total	\$56,992,665
March 2000	\$31,932,289	Calendar Year Total	\$60,828,162
% Change	1.5%	% Change	(6.3%)

All corporations with an income tax liability of \$20,000 or greater are required to make their estimated tax payments through electronic funds transfer (eft). The table below shows the number of these eft estimated payments, by size of payment, for March 2001 and for the fiscal year.

Size of Payment	Less than \$50,000	\$50,000 up to \$100,000	\$100,000 up to \$500,000	\$500,000 up to \$1,000,000	\$1,000,000 up to \$10,000,000	\$10,000,000 and more	Total	% chg
March 2001	301	26	26	5	0	0	358	0.3
March 2000	289	33	29	3	3	0	357	
CY 2001	545	49	50	11	4	0	659	(2.1)
CY 2000	536	63	57	11	6	0	673	

Corporate Refunds

Corporate refunds paid in any state fiscal year are for a mixture of corporate fiscal years. The table below presents the percent of refunds paid in FY 00/01 by corporate fiscal year. For example, in FY 00/01, 12.2% of the refund dollars paid were for corporate fiscal years ending in 1996 or before. The percentages are for refunds paid through the fiscal year.

Corporate Fiscal Year-End:	95 & Prior	96	97	98	99	00
FY 99/00	5.0	1.5	4.4	62.8	26.1	0.3
Corporate Fiscal Year-End:	96 & Prior	97	98	99	00	01
FY 00/01	9.9	6.4	2.8	71.9	9.0	0.0

The corporate refunds shown above are those refunds for which a check is mailed to the corporation. Sometimes corporations choose to apply their refund as an estimated payment. The following table present information on refunds applied as estimated payments in the most recent month and for the calendar year.

March 2001	\$4,902,996	Calendar Year Total	\$11,755,560
March 2000	<u>\$1,207,568</u>	Calendar Year Total	<u>\$4,855,211</u>
% Change	306.0%	% Change	142.1%

Corporate Income Tax Document Count

The Arizona Department of Revenue received 98,543 corporate returns showing a fiscal year-end of 1999. The type of return received is indicated below:

	120 X (amended)	120 (regular)	120S (S corp)	99T (exempt org.)	120 A (short form)
#	352	45,142	46,163	342	6,544
%	0.4	45.8	46.8	0.3	6.6

Through March 2001, 18,223 documents have been received for a fiscal year-end of 2000, distributed as follows:

	120 X (amended)	120 (regular)	120S (S corp)	99T (exempt org.)	120 A (short form)
#	24	12,048	2,990	82	3,079
%	0.1	66.1	16.4	0.4	16.9

The figures shown above for the 2000 returns are most meaningful when compared to 1999 returns received during the same period of time in the previous year. Through March 2000, the Arizona Department of Revenue received 22,437 documents with a fiscal year-end of 1999. This represents an 18.8% decline in corporate returns received at this point of time in the calendar year.

Urban Revenue Sharing Returned to Cities/Towns

Incorporated cities and towns receive a share of net individual and corporate income tax collections, called Urban Revenue Sharing. The amount of money to be distributed is 15.0% of net income tax collections two years earlier. For example, the money being distributed in Fiscal Year 2000/01 is based on net income tax collections in Fiscal Year 1998/1999. Amounts returned for March 2001 are shown on Table 2, at the end of this report.

TRANSACTION PRIVILEGE, SEVERANCE AND USE TAXES

Transaction Privilege, Severance and Use Tax Receipts

The Arizona transaction privilege and severance tax consists of many categories of tax. These categories include retail, contracting, amusements, restaurants and bars, hotel/motel and mining severance tax. The collections for all such categories are divided, per statute, into two parts. One part is called distribution base; the other part is known as non shared. The division of collections into these two parts varies from category to category. For example, retail sales tax is 40% distribution base and 60% non shared. In contrast, contracting is 20% distribution base and 80% non shared. Due to new legislation, mining severance is now 100% distribution base. Use tax is 100% non shared.

At the close of each month, the computer aggregates transaction privilege and severance tax collections by category and calculates total distribution base and non shared portions. The amount shown as "Use Tax" in the table below includes use tax, use inventory tax and jet fuel use tax. The "Other Revenue" category includes county excise, road, jail and hospital taxes and various other excise taxes, such as the 911 excise tax.

	March 2001	March 2000	% change
Distribution Base	\$97,215,814	\$99,202,516	(2.0)
Non shared	181,967,095	182,360,791	(0.2)
Use Tax	16,675,781	17,083,516	(2.4)
Other Revenues	<u>38,479,762</u>	<u>36,744,764</u>	4.7
Total Collections	\$334,338,453	\$335,391,586	(0.3)

	Fiscal Year Total (00/01)	Fiscal Year Total (99/00)	% change
Distribution Base	\$922,886,732	\$880,293,676	4.8
Non shared	1,749,258,624	1,650,657,861	6.0
Use Tax	150,704,852	130,478,496	15.5
Other Revenues	352,106,972	324,048,271	8.7
Total Collections	\$3,174,957,181	\$2,985,478,303	6.3

Distribution of Transaction Privilege, Severance and Use Tax Receipts

Of the distribution base portion of transaction privilege and severance taxes, described above, 25% is returned to incorporated cities/towns, 40.51% is returned to counties and 34.49% goes to the state general fund with the exception of mining severance tax. All of the non shared revenue and use tax is deposited into the general fund. Therefore, the "Retained By State" figure presented below includes all non shared portion of transaction privilege tax, use tax and 34.49% of the distribution base collections. "Other" revenues are returned to the administering authority.

	March 2001	March 2000	% change
Retained by State	\$232,107,424	\$233,396,385	(0.6)
Returned to Counties	39,422,441	40,349,508	(2.3)
Returned to Cities	24,328,826	24,900,929	(2.3)
Other	38,479,762	36,744,764	4.7
Total Collections	\$334,338,453	\$335,391,586	(0.3)

	Fiscal Year Total (00/01)	Fiscal Year Total (99/00)	% change
Retained by State	\$2,216,941,098	\$2,083,725,013	6.4
Returned to Counties	374,681,474	357,240,642	4.9
Returned to Cities	231,227,636	220,464,378	4.9
Other	352,106,973	324,048,271	8.7
Total Collections	\$3,174,957,181	\$2,985,478,303	6.3

Transaction Privilege and Severance Tax Collections By Class

	Tax Rate	March 2001	% Chg	Fiscal Year Total	% Chg
Transporting/Towing	5%	(\$102,762)	N/A	\$3,360,192	105.3
Non-Metal Mining/Oil & Gas	3.125%	576,819	N/A	5,211,614	18.0
Utilities	5%	22,374,527	23.4	227,961,058	11.5
Communications	5%	11,393,521	5.2	108,180,804	19.3
Railroads/Aircraft	5%	262,368	148.8	1,265,523	7.0
Private Car/Pipelines	5%	(109,182)	N/A	633,132	386.0
Publishing	5%	488,932	23.9	4,569,860	11.7
Printing	5%	1,643,489	(12.4)	15,148,984	(3.6)
Restaurants/Bars	5%	27,540,852	1.0	228,965,003	5.9
Amusements	5%	3,558,510	(13.1)	26,835,045	(3.3)
Commercial Lease	0%	8,286	(82.8)	3,796,235	(65.4)
Rental of Personal Property	5%	14,495,196	1.0	134,503,894	7.4
Contracting	3.75% - 5%	42,176,744	(3.3)	415,784,762	2.7
Feed Wholesale	Repealed	(318)	N/A	(224)	N/A
Retail	5%	142,690,259	(3.3)	1,415,801,554	5.5
Advertising	0	0	N/A	0	N/A
Mining Severance*	2.5%	189,002	(75.2)	3,844,744	(63.2)
Timber Severance	\$2.13/\$1.51 per 1000 board ft	587	(78.8)	1,309	(86.5)
Hotel/Motel	5.5%	11,268,532	(3.9)	71,805,533	5.9
Membership Camping	5%	23,316	277.5	96,040	70.8
Use/Use Inventory	5%	16,675,781	(2.4)	150,704,852	15.5
Rental Occupancy Tax	3%	15,960	15.6	99,418	40.7
Jet Fuel Tax	\$.0305/\$.0105 gal	644,882	21.0	4,197,612	15.2

	Tax Rate	March 2001	% Chg	Fiscal Year Total	% Chg
Telecommunications Devices:	1.1				
Telecom. Fund for the Deaf	----	544,294	30.0	3,824,071	4.0
Poison Control Fund	----	201,314	30.0	1,414,382	4.0
911 Excise	1.25%	902,036	38.4	6,325,466	9.4
911 Wireless Service	\$0.10 monthly per activated service	158,140	(7.1)	1,530,203	43.9
Total		\$297,621,082	(0.8)	\$2,835,861,066	6.1

*Beginning with December 1999 the mining severance tax base has changed.

The Use/Use Inventory category shown on the previous page includes jet fuel use tax. These collections include only the individual classes of transaction privilege tax, severance tax and use tax. The total does not include license fees or any other fees collected by the Department.

Transaction Privilege and Severance Tax Taxable Sales By Class¹

	February 2001	% Chg	Fiscal Year Total	% Chg
Transporting/Towing	(\$2,055,248)	N/A	\$67,203,844	105.3
Non-Metal Mining/Oil & Gas	18,458,212	N/A	166,771,637	18.0
Utilities	447,490,540	23.4	4,559,221,157	11.5
Communications	227,870,421	5.2	2,163,616,080	19.3
Railroads/Aircraft	5,247,361	148.8	25,310,463	7.0
Private Car/Pipelines	(2,183,641)	N/A	12,662,649	386.0
Publishing	9,778,638	23.9	91,397,200	11.7
Printing	32,869,782	(12.4)	302,979,680	(3.6)
Restaurants/Bars	550,817,042	1.0	4,579,300,058	5.9
Amusements	71,170,193	(13.1)	536,700,900	(3.3)
Commercial Lease	727,437	(76.5)	182,128,837	(62.9)
Rental of Personal Property	289,903,911	1.0	2,690,077,869	7.4
Contracting	843,534,872	(3.3)	8,312,887,714	2.6
Feed Wholesale	(67,853)	N/A	(47,855)	N/A
Retail	2,853,808,374	(3.3)	28,316,035,073	5.5
Advertising	0	N/A	0	N/A
Mining Severance*	7,560,070	(75.2)	153,789,761	(63.2)
Timber Severance	388	N/A	522	N/A
Hotel/Motel	204,882,396	(3.9)	1,305,555,153	5.9
Membership Camping	466,319	277.5	1,920,806	70.8
Use/Use Inventory	330,825,832	(2.8)	3,001,847,304	15.5
Rental Occupancy Tax	531,984	15.6	3,313,942	38.0
Total	\$5,891,637,031	(1.1)	\$56,472,672,794	5.4

Telecommunications Devices, 911 Excise and 911 Wireless Service classifications previously listed in the collections table, are not elements of calculated taxable income and therefore, are not included in the above table. The Use/Use Inventory category shown above does not include jet fuel use tax. Since the jet fuel use tax is a gallonage tax, this too can not be computed as taxable income. A comparison can be made of gallons of jet fuel on which Arizona jet fuel tax or jet fuel use tax was paid. In March 2001, 21,143,686 gallons of jet fuel were taxed, a 6.7% increase from the 19,824,307 reported for March 2000. Timber Severance includes only sales subject to a repealed rate. The current tax is per board feet upon which taxable income cannot be computed.

¹These Taxable Sales figures are calculated on a per return basis, by taking collections and dividing them by the appropriate tax rate. These figures may not match other Taxable Sales figures calculated on the aggregate.

*Beginning with December 1999, the mining severance tax base has changed.

Accounting Credit

Effective to taxable periods beginning from and after July 1, 1995, a credit equal to one percent of the amount of tax due, up to \$10,000 per calendar year, is allowed to businesses for expenses incurred during the accounting and reporting of Transaction Privilege Tax. The amount of accounting credits claimed in March 2001 was \$1,685,316 a 1.2% increase from the \$1,665,460, claimed in March 2000. Accounting credits claimed-to-date in FY 00/01 equals \$11,806,085 a 2.8% increase from the \$11,481,898 a claimed during the same period in FY 99/00.

Taxable Sales by SIC Code Range

The taxable sales by SIC (Standard Industrial Classification) Code ranges are an indicator of business occurring for that type of retail sale. Certain limitations must be understood when using this information.

The Department of Revenue assigns a SIC code to a business based on its primary type of business activity. A grocery store would be assigned a SIC code of 5411. A business that deals primarily with dairy products would have a SIC code of 5451. A problem arises with businesses which derive revenue from multiple business activities. For example, a store like Fry's might be considered both a grocery store and a department store; however, all revenue would be reported under only one of the two possible codes. In summary, an accurate description of what this information represents would be: "These figures represent taxable retail sales for those businesses which have a primary SIC code falling within one designated range."

If the taxable sales for these ranges were added together, the total would not equal retail taxable sales. This is again due to the primary SIC code assignment. There are businesses making retail sales which do not have a primary retail SIC code.

<u>SIC Code</u> <u>Range</u>	<u>Description</u>	<u>March 2001</u>	<u>March 2000</u>	<u>% Chg</u>
5211-5271	building materials, hardware, garden supply & mobile home dealers	\$163,675,961	\$159,185,278	2.8
5311-5399	general merchandise stores	239,095,415	285,391,005	(16.2)
5411-5499	food stores (no food sales)	199,096,915	243,155,748	(18.1)
5511-5521	motor vehicle dealers	558,140,339	555,680,257	0.4
5531-5599	misc. automotive, motorcycle & boat stores	150,270,034	150,360,877	(0.1)
5611-5699	apparel & accessory stores	172,609,016	164,351,768	5.0
5712-5733	furniture, home furnishings & equipment stores	161,077,324	170,441,193	(5.5)
5912-5949	misc. retail stores	206,867,969	217,826,239	(5.0)
TOTAL		\$2,853,808,374	\$2,952,478,137	(3.3)

<u>SIC Code</u> <u>Range</u>	<u>Description</u>	<u>FY 2001</u>	<u>FY 2000</u>	<u>% Chg</u>
5211-5271	building materials, hardware, garden supply & mobile home dealers	\$1,481,798,764	\$1,432,136,887	3.5
5311-5399	general merchandise stores	2,886,856,603	2,814,667,623	2.6
5411-5499	food stores (no food sales)	2,254,343,854	2,185,139,653	3.2
5511-5521	motor vehicle dealers	5,031,218,633	4,671,241,508	7.7
5531-5599	misc. automotive, motorcycle & boat stores	1,366,080,691	1,351,256,504	1.1
5611-5699	apparel & accessory stores	1,733,316,081	1,603,595,752	8.1
5712-5733	furniture, home furnishings & equipment stores	1,560,123,784	1,498,194,105	4.1
5912-5949	misc. retail stores	2,019,544,765	2,011,440,793	0.4
TOTAL		\$28,316,034,273	\$26,836,253,961	5.5

Transaction Privilege and Severance Tax Returned to Counties

Taxpayers reported the following taxable transactions and tax collections by county. The share of the revenues returned to each county for March 2001 is shown in the County Share column.

	Dist. Base Collections	County Share	% of Total	FYTD County Share	% Chg
Apache	\$161,283	\$309,616	0.8	\$3,428,719	(15.4)
Cochise	1,442,329	766,976	1.9	7,134,172	5.0
Coconino	2,180,241	1,013,909	2.6	10,457,742	1.6
Gila	646,257	330,749	0.8	3,335,752	14.2
Graham	328,782	193,368	0.5	1,837,052	3.4
Greenlee	238,745	242,511	0.6	2,302,488	(2.4)
La Paz	274,201	125,741	0.3	1,123,381	1.8
Maricopa	65,548,807	24,984,828	63.4	237,635,112	5.6
Mohave	2,247,609	1,006,009	2.6	9,630,435	1.1
Navajo	1,199,182	592,914	1.5	5,941,239	2.6
Pima	15,565,505	6,359,157	16.1	59,063,274	5.0
Pinal	1,848,433	995,652	2.5	9,281,024	8.1
Santa Cruz	584,886	262,328	0.7	2,467,512	5.4
Yavapai	2,540,530	1,245,931	3.2	12,306,490	2.7
Yuma	2,409,024	992,752	2.5	8,737,080	3.6
Total	\$97,215,814	\$39,422,441		\$374,681,474	4.9

Transaction Privilege and Severance Tax Returned to Cities/Towns

The portion of transaction privilege and severance tax returned to each incorporated city or town for March 2001 is shown on Table 3, attached to this report.

County Tax Collections

The following county-imposed tax collections were received by the Department of Revenue during March 2001 and returned to the counties. County taxes in all but Coconino County are imposed at 10% of the state transaction privilege tax rate. Coconino's Excise Tax is 10% of the state rate, and its Jail Tax is 6% of the state rate. The stadium tax was imposed at 5% of the state rate. This rate completed its run in December 1997. Collections received now should be for prior periods. The rental car surcharge in Maricopa County is \$2.50 per car and in Pima County is \$3.50 per car. The RV Surcharge is \$0.50/day on each lease or rental of a parking space for recreational vehicles.

	Road Tax	Excise Tax	Jail Tax	Rental Car Surcharge	Stadium Tax	RV Surcharge	Hospital Tax	Capitol Projects
Apache		\$51,599						
Cochise		\$426,077						
Coconino		\$668,001	\$349,373					
Gila	\$199,300	\$195,997					\$5	
Graham		\$96,299						
Greenlee		\$58,767						
La Paz		\$74,718	\$74,880					
Maricopa	\$20,827,231		\$7,737,656	\$511,391	\$16,104			
Mohave		\$321,933						
Navajo		\$343,104						
Pima				\$140,796		\$38,686		
Pinal	\$594,354	\$582,827						
Santa Cruz		\$163,867						
Yavapai		\$754,067	\$293,460					
Yuma		\$682,428	\$682,303					\$667,222

OTHER TAXES

Luxury Taxes

The following revenues were received from luxury taxes in March 2001. The table compares the receipts to March 2000 and also compares fiscal year (FY) totals. Figures may not add to total due to rounding.

	March 2001	March 2000	% Change
Spirituous	\$1,909,144	\$1,710,984	11.6
Vinous	\$743,490	612,182	21.4
Malt	1,799,910	1,728,297	4.1
Cigarette	11,871,277	10,818,780	9.7
Other Tobacco	319,751	300,438	6.4
Tobacco Licenses	125	125	0.0
Total	\$16,643,698	\$15,170,806	9.7

	Fiscal Year Total (00/01)	Fiscal Year Total (99/00)	% Change
Spirituous	\$15,991,104	15,377,677	4.0
Vinous	6,312,719	6,904,624	(8.6)
Malt	15,873,662	15,677,110	1.3
Cigarette*	114,026,550	115,169,163	(1.0)
Other Tobacco	2,502,882	2,740,934	(8.7)
Tobacco Licenses	5,250	6,875	(23.6)
Total	\$154,712,168	\$155,876,382	(0.7)

*Through March 2001, \$386,100 of Cigarette and Tobacco tax collections has been allocated for administrative expenses and is not reflected in fiscal year collections.

General Fund revenues from luxury taxes:

	March 2001	FY (00/01)
Spirituous	\$1,336,401	\$11,193,773
Vinous	185,337	1,574,401
Malt	449,978	3,968,414
Cigarette	3,296,356	31,595,148
Other Tobacco	49,561	387,947
Tobacco Licenses	125	5,250
Total	\$5,317,758	\$48,724,933

Other dedicated revenues from luxury taxes:

	March 2001	FY (00/01)
Correction Fund revenues	\$2,114,064	\$18,621,192
Health Care Fund revenues	8,383,505	80,209,002
Wine Promotional Fund revenues	2,141	15,112
Drug Treatment & Education Fund revenues	591,067	5,110,206
Corrections Revolving Fund revenues	235,162	2,031,722

Estate Tax

	March 2001	\$4,730,575	Fiscal year To Date	\$58,301,341
	March 2000	\$17,616,556	Fiscal year To Date	\$64,194,984
% Change		(73.1%)	% Change	(9.2%)

Private Car

	March 2001	\$7	Fiscal year To Date	\$1,349,685
	March 2000	\$0	Fiscal year To Date	\$1,476,728
% Change		N/A	% Change	(8.6%)

Bingo

	March 2001	\$43,476	Fiscal year To Date	\$474,395
	March 2000	\$36,752	Fiscal year To Date	\$491,316
% Change		18.3%	% Change	(3.4%)

Unclaimed Property

	March 2001	\$11,150	Fiscal year To Date	\$17,858,958
	March 2000	\$691,220	Fiscal year To Date	\$17,241,337
% Change		(98.4%)	% Change	3.6%

Please note that some totals throughout Tax Facts may not add due to rounding.

SOURCE: THE OFFICE OF ECONOMIC RESEARCH & ANALYSIS, ARIZONA DEPARTMENT OF REVENUE

TABLE 1
“New” Returns Filed in 2001 for Tax Year 2000
Through March 2001

Federal Adjusted Gross Income Bracket	Number of Returns	% of Total	Average FAGI	Average Tax Due	CHARACTERISTICS OF TAXPAYERS					
					% Married Joint	% Single	% Unmarried Head	% Married Separate	% Over 65	% With Dependents
negative FAGI	180	0.2%	-\$11,467	\$1	18.2%	68.4%	9.6%	3.7%	20.9%	13.4%
\$0-\$5,000	23,184	22.2%	\$2,911	\$1	3.1%	82.7%	13.7%	0.5%	2.3%	18.4%
\$5,000-\$10,000	26,120	25.0%	\$7,380	\$25	7.2%	63.5%	28.5%	0.8%	5.1%	37.6%
\$10,000-\$15,000	17,718	17.0%	\$12,377	\$69	15.0%	40.5%	43.6%	0.9%	7.7%	56.3%
\$15,000-\$20,000	12,829	12.3%	\$17,302	\$137	22.8%	32.3%	43.7%	1.2%	7.9%	60.4%
\$20,000-\$25,000	7,654	7.3%	\$22,313	\$256	26.4%	32.6%	39.2%	1.9%	5.9%	59.6%
\$25,000-\$30,000	4,595	4.4%	\$27,318	\$389	30.7%	35.7%	31.1%	2.5%	5.5%	54.9%
\$30,000-\$40,000	5,102	4.9%	\$34,423	\$570	37.8%	35.2%	24.2%	2.8%	5.8%	51.2%
\$40,000-\$50,000	2,643	2.5%	\$44,547	\$804	48.6%	31.7%	18.0%	1.6%	6.7%	51.4%
\$50,000-\$75,000	2,938	2.8%	\$59,975	\$1,181	66.1%	20.6%	12.1%	1.2%	7.1%	52.6%
\$75,000-\$100,000	848	0.8%	\$85,341	\$1,892	77.6%	15.1%	6.7%	0.6%	6.8%	50.9%
\$100,000-\$200,000	495	0.5%	\$127,708	\$3,282	79.0%	14.8%	5.6%	0.6%	10.4%	50.5%
\$200,000-\$500,000	75	0.1%	264,238	\$8,822	78.7%	13.3%	6.7%	1.3%	14.7%	40.0%
\$500,000-\$1,000,000	*	*	*	*	*	*	*	*	*	*
\$1,000,000 and over	*	*	*	*	*	*	*	*	*	*
Total	104,388		\$15,584	\$192	17.2%	52.4%	29.3%	1.1%	5.5%	43.3%

*An asterisked line indicates that the information cannot be released due to confidentiality laws.

NEW RETURNS FILED IN 2000 FOR TAX YEAR 1999

Total	223,341	\$18,902	\$336	18.9%	60.2%	18.5%	2.4%	7.5%	30.2%
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“NEW” Returns means that there was no return filed by the taxpayer in the previous filing year. This may or may not mean the filer is new to the state.

TABLE 2
Urban Revenue Sharing Returned to Cities/Towns
March 2001

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Scottsdale	\$1,629,993	168,176
Eagar	\$43,760	4,515	Surprise	104,065	10,737
Springerville	18,609	1,920	Tempe	1,490,862	153,821
St. Johns	32,566	3,360	Tolleson	42,995	4,436
<u>Cochise County</u>			Wickenburg	46,183	4,765
Benson	\$39,883	4,115	Youngtown	26,111	2,694
Bisbee	62,999	6,500	<u>Mohave County</u>		
Douglas	143,250	14,780	Bullhead City	\$261,107	26,940
Huachuca City	18,803	1,940	Colorado City	30,918	3,190
Sierra Vista	366,510	37,815	Kingman	162,528	16,769
Tombstone	13,618	1,405	Lake Havasu City	351,681	36,285
Willcox	34,242	3,533	<u>Navajo County</u>		
<u>Coconino County</u>			Holbrook	\$49,139	5,070
Flagstaff	\$528,030	54,480	Pinetop-Lakeside	31,994	3,301
Fredonia	12,115	1,250	Show Low	67,729	6,988
Page	77,053	7,950	Snowflake	39,932	4,120
Williams	26,072	2,690	Taylor	25,733	2,655
<u>Gila County</u>			Winslow	104,482	10,780
Globe	\$68,407	7,058	<u>Pima County</u>		
Hayden	8,820	910	Marana	\$59,258	6,114
Miami	19,772	2,040	Oro Valley	190,519	19,657
Payson	106,653	11,004	Sahuarita	22,399	2,311
Winkelman	6,552	676	South Tucson	52,842	5,452
<u>Graham County</u>			Tucson	4,301,614	443,823
Pima	\$17,931	1,850	<u>Pinal County</u>		
Safford	85,030	8,773	Apache Junction	\$189,240	19,525
Thatcher	38,352	3,957	Casa Grande	202,373	20,880
<u>Greenlee County</u>			Coolidge	68,378	7,055
Clifton	\$29,028	2,995	Eloy	86,406	8,915
Duncan	7,124	735	Florence	110,394	11,390
<u>La Paz County</u>			Kearny	23,794	2,455
Parker	\$28,592	2,950	Mammoth	18,997	1,960
Quartzsite	19,433	2,005	Superior	33,777	3,485
<u>Maricopa County</u>			<u>Santa Cruz County</u>		
Avondale	\$220,701	22,771	Nogales	\$200,192	20,655
Buckeye	47,075	4,857	Patagonia	9,159	945
Carefree	22,156	2,286	<u>Yavapai County</u>		
Cave Creek	29,813	3,076	Camp Verde	\$72,352	7,465
Chandler	1,282,858	132,360	Chino Valley	60,848	6,278
El Mirage	55,643	5,741	Clarkdale	25,200	2,600
Fountain Hills	137,106	14,146	Cottonwood	63,435	6,545
Gila Bend	16,932	1,747	Jerome	4,458	460
Gilbert	575,115	59,338	Prescott	301,291	31,086
Glendale	1,769,938	182,615	Prescott Valley	155,492	16,043
Goodyear	89,653	9,250	Sedona	86,202	8,894
Guadalupe	52,900	5,458	<u>Yuma County</u>		
Litchfield Park	36,239	3,739	San Luis	\$77,789	8,026
Mesa	3,277,092	338,117	Somerton	56,447	5,824
Paradise Valley	120,648	12,448	Wellton	10,913	1,126
Peoria	722,698	74,565	Yuma	608,592	62,792
Phoenix	11,140,362	1,149,417	TOTAL	\$33,037,720	3,408,697
Queen Creek	29,774	3,072			

TABLE 3
Transaction Privilege and Severance Tax Returned to Cities/Towns
March 2001

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Scottsdale	\$1,200,319	168,176
Eagar	\$32,225	4,515	Surprise	76,633	10,737
Springerville	13,704	1,920	Tempe	1,097,864	153,821
St. Johns	23,981	3,360	Tolleson	31,661	4,436
<u>Cochise County</u>			Wickenburg	34,009	4,765
Benson	\$29,370	4,115	Youngtown	19,228	2,694
Bisbee	46,392	6,500	<u>Mohave County</u>		
Douglas	105,489	14,780	Bullhead City	\$192,278	26,940
Huachuca City	13,846	1,940	Colorado City	22,768	3,190
Sierra Vista	269,896	37,815	Kingman	119,685	16,769
Tombstone	10,028	1,405	Lake Havasu City	258,976	36,285
Willcox	25,216	3,533	<u>Navajo County</u>		
<u>Coconino County</u>			Holbrook	\$36,186	5,070
Flagstaff	\$388,839	54,480	Pinetop/Lakeside	23,560	3,301
Fredonia	8,922	1,250	Show Low	49,875	6,988
Page	56,741	7,950	Snowflake	29,406	4,120
Williams	19,199	2,690	Taylor	18,949	2,655
<u>Gila County</u>			Winslow	76,940	10,780
Globe	\$50,375	7,058	<u>Pima County</u>		
Hayden	6,495	910	Marana	\$43,637	6,114
Miami	14,560	2,040	Oro Valley	140,298	19,657
Payson	78,539	11,004	Sahuarita	16,494	2,311
Winkelman	4,825	676	South Tucson	38,912	5,452
<u>Graham County</u>			Tucson	3,167,689	443,823
Pima	\$13,204	1,850	<u>Pinal County</u>		
Safford	62,615	8,773	Apache Junction	\$139,355	19,525
Thatcher	28,242	3,957	Casa Grande	149,026	20,880
<u>Greenlee County</u>			Coolidge	50,354	7,055
Clifton	\$21,376	2,995	Eloy	63,629	8,915
Duncan	5,246	735	Florence	81,294	11,390
<u>La Paz County</u>			Kearny	17,522	2,455
Parker	\$21,055	2,950	Mammoth	13,989	1,960
Quartzsite	14,310	2,005	Superior	24,873	3,485
<u>Maricopa County</u>			<u>Santa Cruz County</u>		
Avondale	\$162,523	22,771	Nogales	\$147,421	20,655
Buckeye	34,666	4,857	Patagonia	6,744	945
Carefree	16,316	2,286	<u>Yavapai County</u>		
Cave Creek	21,954	3,076	Camp Verde	\$53,280	7,465
Chandler	944,690	132,360	Chino Valley	44,808	6,278
El Mirage	40,975	5,741	Clarkdale	18,557	2,600
Fountain Hills	100,964	14,146	Cottonwood	46,714	6,545
Gila Bend	12,469	1,747	Jerome	3,283	460
Gilbert	423,512	59,338	Prescott	221,870	31,086
Glendale	1,303,374	182,615	Prescott Valley	114,503	16,043
Goodyear	66,020	9,250	Sedona	63,479	8,894
Guadalupe	38,955	5,458	<u>Yuma County</u>		
Litchfield Park	26,686	3,739	San Luis	\$57,284	8,026
Mesa	2,413,236	338,117	Somerton	41,568	5,824
Paradise Valley	88,845	12,448	Wellton	8,037	1,126
Peoria	532,191	74,565	Yuma	448,164	62,792
Phoenix	8,203,711	1,149,417	TOTAL	\$24,328,826	3,408,697
Queen Creek	21,926	3,072			

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